

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5994-01
Bill No.: HB 2082
Subject: Licenses - Professional; Licenses - Professional Cosmetology; Funerals and Funeral Directors
Type: Original
Date: May 1, 2012

Bill Summary: This proposal makes licensure or registration of certain professions elective.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Various PR Funds	(Unknown)	(Unknown)	(Unknown)
Total Estimated Net Effect on <u>Other</u> State Funds	(Unknown)	(Unknown)	(Unknown)

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Total Estimated Net Effect on FTE	0	0	0

☐ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☐ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2013	FY 2014	FY 2015
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Insurance, Financial Institutions and Professional Registration (DIFP)** assume this proposal would have an (unknown) impact to various Professional Registration Funds.

This bill makes licensure optional for registered geologists, athletic contestants, massage therapists, interior designers, private investigators, private fire investigators, landscape architects, barbers, barber establishments, cosmetologists, cosmetology establishments, cosmetology schools, cosmetology/barber instructor trainees, embalmers, and athlete agents.

As of March 31, 2012, the listed professions included 89,150 individual licensees/registrants out of a total of 434,306 licensees/registrants of the division (21%). There is no way to determine how many of the current licensees or future applicants would elect to keep or obtain licensure with the applicable boards/committees.

The bill does not affect all licensing boards within the division or completely eliminate statutes for licensed professionals. Therefore, even with the reduced licensing count, boards affected by this bill will continue to incur expenses related to licensure and enforcement; however, the division is unable to determine the number of individuals who will continue to seek licensure.

The division utilizes a cost allocation system based on the number of licensees per individual board. Therefore, the division assumes the current cost allocation will be affected by the reduction of licensees causing other board's licensees counts to be affected, which would result in increased percentages to the cost allocation for the other boards.

<u>FISCAL IMPACT - State Government</u>	FY 2013 (10 Mo.)	FY 2014	FY 2015
VARIOUS PR FUNDS			
<u>Cost - DIFP - Reduction of Licenses</u>	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
ESTIMATED NET EFFECT ON VARIOUS PR FUNDS	<u><u>(Unknown)</u></u>	<u><u>(Unknown)</u></u>	<u><u>(Unknown)</u></u>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2013 (10 Mo.)	 FY 2014	 FY 2015
	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

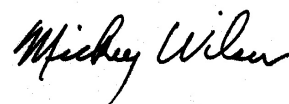
FISCAL DESCRIPTION

The proposed legislation makes licensure or registration of certain professions elective.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Insurance, Financial Institutions and
Professional Registration



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Mickey Wilson, CPA
Director
May 1, 2012

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